GOVERNMENT OF INDIA
SMALL SCALE INDUSTRIES
LOK SABHA

UNSTARRED QUESTION NO:1069
ANSWERED ON:29.11.2005
FINANCIAL ASSISTANCE TO SMALL SCALE INDUSTRIES
Adhalrao Patil Shri Shivaji

Will the Minister of SMALL SCALE INDUSTRIES be pleased to state:

(a):The share of small scale industries in the total industrial production of the country;

(b):Whether any financial assistance is given by the Government to Small Scale Industries; and

(c) : If so, the details thereof?

Answer

(SHRI MAHABIR PRASAD) MINISTER OF SMALL SCALE INDUSTRIES & AGRO AND RURAL INDUSTRIES

(a): The share of small scale industries in the total industrial production of the country during 2003-04 (latest available) is estimated be 39.42 per cent.

(b): Yes, Sir.

(c): In addition to the assistance provided by the Central Government to State Governments, Small Scale Industry (SSI) Associations and SSI Clusters for promotion and development of SSI under specific schemes, direct financial assistance is provided to SSI under various schemes which include:-

(i) 15 per cent upfront capital subsidy (12 per cent prior to 29.09.2005) on institutional finance pto Rs. 100 lakh for induction of well-established and improved technology in specified sub-sectors/products;

(ii) reimbursement of charges for acquiring ISO 9000/14001 (or its equivalent) certification to the extent of 75 per cent of the cost, subject to a maximum of Rs. 75,000/-;

(iii) funding to individual exporters by way of reimbursement to the extent of 90 per cent of the cost of to-and-fro air fare for participation in international trade fairs/exhibitions;

(iv) financial assistance of upto 25 per cent of the cost of production of overseas publicity material limited to Rs. 15,000/- in a financial year;

(v) financial assistance of upto Rs. 2 lakh for commissioning specific market studies and assistance to SSI Associations for initiating/contesting anti-dumping cases, limited to 50 per cent of total cost or Rs. 1 lakh, whichever is less;

(vi) reimbursement of 75 per cent of one-time registration fee paid by SSI units for obtaining bar coding registration;

(vii) exemption from payment of earnest money, security deposit, etc. to SSI units registered under the single point registration scheme of the National Small Industries Corporation; and

(viii) subsidization of the fee charged by the rating agencies from the SSIs upto 75 per cent, subject to a maximum of Rs. 40,000, under the Performance & Credit Rating Scheme for SSIs.